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STATE OF ALASKA
DEPARTMENT OF COMMERCE, COMMUNITY, AND ECONOMIC DEVELOPMENT
DIVISION OF INSURANCE

In the Matter of:)
CRC INSURANCE SERVICES INC)
Licensee)
_____)

Case No. D 22-01

STIPULATED AGREEMENT AND ORDER

The Division of Insurance (division) and CRC Insurance Services Inc, (CRC),
the licensee in this case, stipulate and agree to the following:

I. BACKGROUND

A. CRC holds surplus lines broker license number 11142.

B. Under AS 21.06.120, the division performed a limited and targeted premium tax
audit of CRC's surplus lines business for the period January 1, 2019 through December 31,
2020. The audit was completed and a report and order approving the report were issued on
December 9, 2021, under TA 21-03. Both were sent to CRC on December 13, 2021.

C. Under seven failed findings in the audit report, 91 violations of AS 21.34 were
identified as being within the control of CRC to correct in order to comply with Alaska
insurance laws.

D. The 91 violations of AS 21.34 subjects CRC to civil penalties under AS 21.34.230.

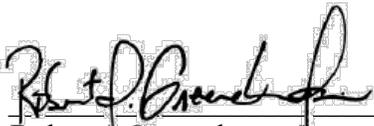
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II. TERMS OF AGREEMENT

1. The division agrees that the next audit performed on CRC related hereto will exclude any quarter ending before July 1, 2022.
2. For the TA 21-03 audit violations, CRC agrees to pay a civil penalty under AS 21.34.230 in the amount of \$70,000 with \$35,000 suspended. The unsuspended penalty of \$35,000 is payable within three months of the date that CRC is notified the director has signed the order approving this agreement.
3. In the event CRC is found to have violations of the Alaska insurance laws during the next audit resulting in failed findings, the suspended portion of the penalty referenced in paragraph 2 will be reinstated. CRC also will be subject to any and all sanctions authorized by the insurance laws including imposing additional penalties.
4. By signing this agreement, CRC understands and agrees that any failure to comply with the terms of this agreement may be grounds to revoke, suspend, or non-renew Alaska surplus lines broker license number 11142.
5. CRC understands that this agreement is not binding on the parties unless and until the director signs the order approving the agreement.

DATED: 1/24/2022

CRC INSURANCE SERVICES INC

By: 
Robert J. Greenebaum Jr
Compliance Officer

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DATED: 1/24/2022

DIVISION OF INSURANCE

By: Rebecca Nesheim
Rebecca Nesheim
Tax Auditor

Approved as to form and content:

DATED: 01/24/22

TREG R. TAYLOR
ATTORNEY GENERAL

By: Daniel Wilkerson
Daniel Wilkerson
Assistant Attorney General

ORDER

IT IS ORDERED that this Stipulated Agreement and Order is adopted in full resolution of the issues in this case, and shall constitute the final order in this matter.

DATED this 26th day of January, 2022.

Lori Wing-Heier
Lori Wing-Heier
Director